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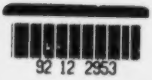

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549
FORM 10-Q

MAY 6 1992
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QUARTERLY REPORT UNDER SECTION 13 or 15 (d)
OF THE SECURITIES EXCHANGE ACT OF 1934

For Quarter Ended March 31, 1992 Commission File No. 2-83353

BUSINESS DATA GROUP, INC.
(Exact name of registrant as specified in its charter)

Delaware	22-2431014
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
2166 South 12th Street, Suite 100, Allentown, PA	18103
(Address of principal executive offices)	(Zip Code)

Registrant's telephone number including area code: 215-797-5097

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes X No _____

Indicate the number of shares outstanding of each of the issuer's classes of securities, as of the latest practicable date.

Class	Outstanding at March 31, 1992
Common Stock	2,010,000
Series A Preferred Stock	1,000

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BUSINESS DATA GROUP, INC.

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BUSINESS DATA GROUP, INC.
Statement of Operations
(UNAUDITED)

	Three Months Ended March 31	
	1992	1991
Net Sales	$187,417	$362,276
Cost of Sales	160,818	218,184
Gross Profit	26,599	144,092
Selling Expense	32,684	43,979
General and Administrative Expenses	65,175	58,726
	97,859	102,705
Income (loss) from operations	(71,260)	41,387
Other Revenues (expenses)		
Interest Income	856	415
Interest Expense	-0-	(1,920)
Other Income	360	1,249
	1,216	(256)
Income (loss) Before Income Taxes	(70,044)	41,131
Income Taxes	-0-	-0-
Net Income (loss)	$(70,044)	$ 41,131
Primary Income (loss) Per Common Share	$ (.035)	$ .021
Fully Diluted Income (loss) Per Common Share	$ (.031)	$ .014

See notes to financial statements.

BUSINESS DATA GROUP, INC.
Balance Sheet

	March 31 1992 (UNAUDITED)	December 31 1991 (NOTE)
ASSETS		
Current Assets		
Cash	$ 31,385	$ 83,579
Accounts Receivable	84,613	117,554
Prepaid Expenses and Deposits	5,122	6,004
Inventory	17,827	19,199
Total Current Assets	138,947	226,336
Property, Plant and Equipment	72,645	69,911
Less: Allowances for Depreciation	43,066	40,845
	29,579	29,066
Other Assets		
Other	475	475
	475	475
	$169,001	$255,877
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Notes Payable - Other	$ 26,000	$ 34,000
Accounts Payable Trade	57,424	30,361
Customer Deposits	-0-	-0-
Taxes Payable	715	18,139
Accrued Expenses	256,532	272,004
Total Current Liabilities	$340,671	$354,504
Long Term Debt	$ 5,000	$ 8,000
Total Liabilities	$345,671	$362,504
Stockholders' Equity		
Preferred Stock, Par Value $10 per share, 50,000 shares authorized - Series A, $10 cumulative convertible, 1,000 shares outstanding at March 31, 1992 and December 31, 1991 respectively	$ 10,000	$ 10,000
Common Stock, Par Value $.01 Per share, 10,000,000 Shares Authorized, 2,010,000 Shares Issued and Outstanding at March 31, 1992 and December 31, 1991 respectively	20,100	20,100
Paid-In Capital in Excess of Par Value	489,534	489,534
Retained Earnings	(696,304)	(626,261)
	(176,670)	(106,627)
	$169,001	$255,877

Note: The balance sheet at December 31, 1991 has been derived from the audited financial statements at that date.

See notes to financial statements.

BUSINESS DATA GROUP, INC.
Statement of Cash Flows
(UNAUDITED)

	Three Months Ended March 31 1992	1991
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	$(70,044)	$41,131
Noncash items included in net income		
Depreciation	2,223	1,868
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	32,941	(57,769)
(Increase) decrease in prepaid expenses	882	(4,380)
(Increase) decrease in inventory	1,372	41,744
(Decrease) increase in accounts payable	27,063	(29,534)
(Decrease) increase in customer deposits	-0-	(17,637)
(Decrease) increase in taxes payable	(17,424)	-0-
(Decrease) increase in accrued expenses	(15,472)	(6,387)
Total Adjustments	29,362	(73,963)
NET CASH PROVIDED BY OPERATING ACTIVITIES	(38,459)	(30,964)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	(2,735)	-0-
Sale of equipment	-0-	-0-
NET CASH USED BY INVESTING ACTIVITIES	(2,735)	-0-
CASH FLOWS FROM FINANCING ACTIVITIES		
Debt reduction	(11,000)	(6,000)
NET CASH PROVIDED BY FINANCING ACTIVITIES	(11,000)	(6,000)
NET DECREASE IN CASH	(52,194)	(36,964)
CASH AT BEGINNING OF YEAR	83,579	69,238
CASH AT END OF YEAR	$ 31,385	$ 32,274
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash paid during the year for:		
Interest	$10,880	$ 1,415
Income taxes	$ -0-	$ -0-

See notes to financial statements.

BUSINESS DATA GROUP, INC.
NOTES TO FINANCIAL STATEMENTS
March 31, 1992

NOTE 1. Summary of Significant Accounting Policies:

A. Basis of Accounting

The Company uses the accrual method of accounting for both financial reporting and tax purposes. Revenues are recognized when earned rather than when received and expenses are recognized when incurred rather than when paid.

B. Property, Plant and Equipment

Property and equipment are carried at cost. Maintenance, repairs and minor renewals are charged against earnings when incurred. Additions and major renewals are capitalized.

C. Depreciation

The Company's depreciation policy is to use the straight-line method of depreciation for property, plant and equipment for financial reporting and an accelerated method for taxes. Depreciation expense for three months ended March 31, 1992 and 1991 was $2,223 and $1,868 respectively.

D. Amortization

The Company's amortization policy of capital leases is to use the straight-line method of amortization.

E. Inventory

Inventories are valued at the lower of cost (determined by specific identification) or market.

F. Description of Business

The Company designs computer systems primarily for the automotive repair industry. The Company grants credit to customers primarily in the automotive repair industry.

NOTE 2. Operating Leases The Company has lease commitments for vehicles and its corporate offices. Minimum rental commitments under existing operating leases at March 31, 1992 are as follows:

1992	$36,666
1993	$47,511
1994	$41,826
1995	$37,164
1996	$37,164

NOTE 3. Loans by Related Parties

Beginning in June, 1986, several directors and significant shareholders made loans to the Company to aid in the cash flow problems. The loans were for a two year period, and thereafter on demand. The notes bear interest at 12% per year. In August, 1991 the loan to Optivest was converted into a non-interest bearing note of $27,000, due August 1993, by combining the existing note principal with open accounts payable of $9,000. In August, 1991 the loan to John Formicola was converted into a non-interest bearing note, due June 1992. As of March 31, 1992 the Company's indebtedness under these loans is as follows:

	March 31 1992	December 31 1991
John J Formicola	$14,000	$22,000
Optivest Technologies Corp.	17,000	20,000
	$31,000	$42,000

Five year debt maturities are as follows:

1992	$23,000
1993	$ 8,000
1994	$ -0-
1995	$ -0-
1996	$ -0-

NOTE 4. Accrued Expenses

Included in accrued expenses is accrued payroll to Officers in the amounts of $186,328 and $192,509 for the periods ended March 31, 1992 and December 31, 1991 respectively. The Officers current salaries are at a rate which will permit the gradual reduction of the accruals.

NOTE 5. Incentive Stock Option Plan

Under the terms of its Incentive Stock Option Plan effective December 21, 1983, options to purchase shares of the Company's Common Stock are granted at a price equal to or greater than the market price of the stock at the date of the grant. Options may be exercised at the minimum race of 100 shares. The options expire after seven years from the date of grant. 200,000 shares of the Company's Common Stock have been allocated to the Stock Option Plan. Following is a summary of transactions:

	Shares under option 1992	1991
Outstanding, Beginning of year	25,000	25,000
Granted during the year	-0-	-0-
Expired during the year	-0-	-0-
Exercised during the year	-0-	-0-
Outstanding, End of year	25,000	25,000
Eligible, end of year for exercise currently (at prices varying between $.25 and $.50 per share)	25,000	25,000

NOTE 6. Non-Qualified Stock Option

Under the terms of its Non-Qualified Stock Option Plan effective April 27, 1987, options to purchase shares of the Company's Common Stock are granted at a price equal to or greater than the fair market value of the stock at the date of the grant. Options may be exercised at the minimum rate of 1,000 shares. The options expire after seven years from the date of grant. 500,000 shares of the Company's Common Stock have been allocated to the Non-Qualified Stock Option Plan. Following is a summary of transactions:

	Shares under option	
	1992	1991
Outstanding, Beginning of year	250,000	250,000
Granted during the year	-0-	-0-
Exercised during the year	-0-	-0-
Outstanding, End of year	250,000	250,000
Eligible, end of year for exercise currently (at prices varying between $.07 and $.15 per share)	250,000	250,000

NOTE 7. Capital Stock

In September, 1985 the Stockholders approved the authorization of 10,000 shares of 12% cumulative convertible Preferred Stock, Series A, $10 Par Value. The Preferred Stock has voting rights of one vote per share on corporate matters. Each share of Preferred Stock is convertible into twenty shares of common stock. The Preferred Stock is redeemable at the option of the Company at the par value plus accrued and unpaid dividends to the date of redemption. In March 1987 the Company redeemed 500 shares of Series A Preferred Stock. As of March 31, 1992 and December 31, 1991, 1,000 shares were issued and outstanding. At March 31, 1992 and December 31, 1991 dividends in arrears on the 12% cumulative convertible Preferred Stock, Series A, were $7,500 ($7.50 per share) and $7,200 (7.20 per share), respectively.

NOTE 8. Earnings Per Share

Primary and Fully Diluted loss per share has been computed on the basis of the average number of shares outstanding. The preferred stock and eligible stock options have been excluded from the primary and fully diluted loss per share calculation due to the antidilutive effect. The average number of shares used was:

	1992	1991
Primary	2,010,000	2,010,000
Fully Diluted	2,280,000	2,557,000

NOTE 9. Unused Net Operating Losses and tax credit carry forwards

The Company has available at December 31, 1991 unused tax credits and operating loss carry forwards, which may provide future tax benefits and expire as follows:

Year of Expiration	Unused Investment Credits	Unused Operating Loss Carryforwards	Research Credit
1998	2,562	-0-	1,481
1999	7,632	153,539	9,862
2000	401	103,704	-0-
2001	-0-	101,631	-0-
2002	-0-	21,750	-0-
2004	-0-	90,704	-0-
2005	-0-	146,675	-0-
	$10,595	$618,003	$11,343

NOTE 10. Income Taxes

Income taxes for the periods ended March 31, 1992 and 1991 are as follows:

	1992	1991
Federal and State income taxes	$ -0-	$11,147
Tax benefit of net operating loss carryforward	-0-	11,147
Total Income Tax Expense	$ -0-	$ -0-

MANAGEMENT DISCUSSION AND
ANALYSIS OF RESULTS OF OPERATIONS
AND FINANCIAL CONDITION

Results of Operations

The Company reported a net loss for the first quarter of 1992 of $70,044, compared to a net income of $41,131 in the first quarter of 1991. Revenues for the quarter decreased to $187,417 compared to $362,276 in the prior year. This is an decrease of 49%. The Company dedicated the majority of its marketing resources toward expansion into the independent area of the undercar care industry. A strong sales effort has been made with Meineke Discount Mufflers that should produce significant results in the second half of 1992. Margins were down as the gross profit as a percent of sales decreased to 14% from 40% in the prior year. This is largely the result of a geared up development effort on the generic version of the Automotive Services Package with no revenues for this product in this quarter. Operating expenses decreased to $97,859 from $102,705 in the first quarter. The decrease is primarily a reduction in selling expenses due to the lower revenues.

Liquidity

Business Data Group, Inc.'s cash balance decreased from $83,579 at December 31, 1991 to $31,385 at March 31, 1992. The decrease was the result of the net loss partially offset by an decrease in current assets, some debt repayment and the increase of trade accounts payable.

PART II. OTHER INFORMATION

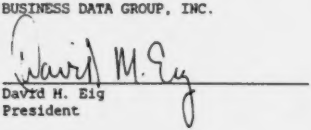
ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

The Company did not file any reports on Form 8-K during the three months ended March 31, 1992.

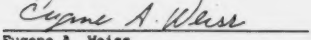
SIGNATURES

Pursuant to the requirements of the Securities and Exchange Act of 1934, the regis.rant has caused this report to be signed on its behalf by the undersigned duly authorized.

BUSINESS DATA GROUP, INC.



David H. Eig
President



Eugene A. Weiss
Vice President, Chief Financial Officer

DATE: May 5, 1992